

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF EAST KENTUCKY)	
UTILITIES, INC. FOR ADJUSTMENTS OF RATES,)	
FOR CHANGES IN RULES AND REGULATIONS AND)	CASE NO. 90-002
APPROVAL OF INDEBTEDNESS PURSUANT TO)	
KRS 278.300)	

O R D E R

IT IS ORDERED that East Kentucky Utilities, Inc. ("EKU") shall file the original and 12 copies of the following information with the Commission with a copy to all parties of record no later than 14 days from the date of this Order. If the information cannot be provided by this date, ECU should submit a motion for an extension of time stating the reason a delay is necessary and include a date by which it will be furnished. Such motion will be considered by the Commission. ECU shall furnish with each response the name of the witness who will be available at the public hearing for responding to questions concerning each item of information requested.

1. Provide the latest information about the renovation program for the completion of restoration of ECU's system including:

- a. Percentage of the system to be completed.
- b. Estimated cost and schedule of the construction of the work needed to complete renovation of the system.

c. Method of the execution of the work. If the work is done by EKU's work force, explain the source of the work force, size, and equipment.

d. Any public bidding for the provision of material and/or execution of work.

2. Provide a monthly record of the losses of gas from the system for the last 12 months and an explanation of the reason(s) for such losses.

3. Explain if there is any effort from EKU's management to reduce the operating expenses of its system.

4. Are all gas bills paid in full to the gas supplier for 1989?

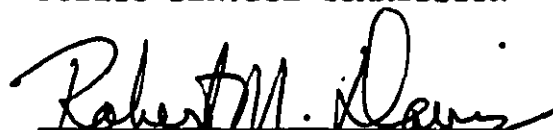
5. According to Public Service Commission Regulation 807 KAR 5:006, Section 12, special (non-recurring) charges "shall yield only enough revenue to pay the expenses incurred in rendering these services." Provide detailed justification for the requested changes to non-recurring charges on page 9 of your application. Such justification should include, but is not limited to, the following:

- a. Changes in labor charges for service personnel.
- b. Increased number of customers, if any.
- c. Increase in geographical size of service area, if any.
- d. Changes in operation costs of service equipment.
- e. Changes in bank charges.

f. Show the number of services in each category over the past 2 years. For example, how many service transfers, how many returned checks. Justify why you anticipate these charges increasing.

Done at Frankfort, Kentucky, this 20th day of March, 1990.

PUBLIC SERVICE COMMISSION


For the Commission

ATTEST:


Executive Director